

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT General Services	(2) MEETING DATE 1/10/2012	(3) CONTACT/PHONE Katie Perez, Deputy Director-General Services (805)781-5200 cm	
(4) SUBJECT Request to approve a budget adjustment in the amount of \$12,800 in General Services Fund Center 11307 to shift budgeted expenditure appropriations to allow for the purchase of up to eight (8) Chapter 8 tax-defaulted properties located in the uneconomic subdivisions on the hillsides above Cayucos.			
(5) RECOMMENDED ACTION General Services recommends authorization of the Budget Adjustment and the appropriation transfer by 4/5's vote to provided funding in the amount of \$12,800 for the purchase of up to eight (8) tax-defaulted lots in the uneconomic subdivisions on the hillsides above Cayucos.			
(6) FUNDING SOURCE(S) Expenditures already budgeted in FC 113 - General Services	(7) CURRENT YEAR FINANCIAL IMPACT \$12,800	(8) ANNUAL FINANCIAL IMPACT NA	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation (Time Est. _____) <input type="checkbox"/> Hearing (Time Est. _____) <input type="checkbox"/> Board Business			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A		(12) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: 1112060 <input checked="" type="checkbox"/> 4/5th's Vote Required <input type="checkbox"/> N/A	
(13) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) NA		(14) W-9 <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	
(15) LOCATION MAP Attached	(16) BUSINESS IMPACT STATEMENT? No	(17) AGENDA ITEM HISTORY <input checked="" type="checkbox"/> N/A Date _____	
(18) ADMINISTRATIVE OFFICE REVIEW 			
(19) SUPERVISOR DISTRICT(S) District 2 -			

County of San Luis Obispo



TO: Board of Supervisors

FROM: General Services / Katie Perez, Deputy Director-General Services

DATE: 1/10/2012

SUBJECT: Request to approve a budget adjustment in the amount of \$12,800 in General Services Fund Center 11307 to shift budgeted expenditure appropriations to allow for the purchase of up to eight (8) Chapter 8 tax-defaulted properties located in the uneconomic subdivisions on the hillsides above Cayucos.

RECOMMENDATION

General Services recommends authorization of the Budget Adjustment and the appropriation transfer by 4/5's vote to provided funding in the amount of \$12,800 for the purchase of up to eight (8) tax-defaulted lots in the uneconomic subdivisions on the hillsides above Cayucos.

DISCUSSION

The Treasure Tax Collector ("Tax Collector") has informed General Services that pursuant to California Revenue and Taxation Code, Division 1, Part 6, Chapter 8, the Tax Collector intends to sell eight (8) parcels of land located in the uneconomic subdivisions on the hillsides above Cayucos by reason of nonpayment of property taxes for more than five years. The anticipated purchase price to acquire these parcels is \$12,800.

On July 12, 1988 the Board of Supervisors approved a policy submitted by the Department of General Services entitled Tax Deeded Property Acquisition Policy. This policy defined the premises by which certain tax deeded properties would be purchased by the County. The policy directed that tax-defaulted properties located in the uneconomic subdivisions of land such as is found in Cayucos, La Grande Beach, and California Valley be considered for purchase.

The County banks these properties and occasionally sells them according to the Board's policy adopted in June of 2000 regarding Sale of County Owned Surplus / Excess Real Property Policy. The most recent sale of this kind of property was the September 13, 2011 sale of 415 County owned lots in California Valley. The majority of those lots had been acquired through the purchase of tax-defaulted property.

The requested Budget Adjustment anticipates that all eight (8) properties will be purchased. In the event the final sale is fewer than all eight properties, the actual expenditures will be decreased to reflect the final purchase price. The final sale date is scheduled for May, 2012. Up until that time the properties may be redeemed by the owner by paying the taxes owed on the property.

OTHER AGENCY INVOLVEMENT/IMPACT

The County Treasurer/Tax Collector's Office and County Auditor-Controller. County Counsel has approved the form and legal effect of the purchase agreement.

FINANCIAL CONSIDERATIONS

A budget adjustment is requested to General Services Fund Center 11307, Real Property Services, in the amount of \$12,800. This will allow for the purchase of up to eight (8) lots located in the uneconomic subdivisions on the hillsides above Cayucos. The requested adjustment will shift existing expenditure appropriations with expected savings to the

Capital Outlay expenditure line in the budget to enable the purchases. The anticipated conclusion of the Chapter 8 Tax-Defaulted Sale process is May 2012. The funds used by General Services to purchase these properties will be received by the County Treasurer's Office. The only financial impact will be the \$1.50 per parcel that will go to the State of California as part of the sale process. The attached Budget Adjustment anticipates that all eight (8) properties will be purchased. In the event the final sale is less than all eight properties, the actual expenditures will be decreased to reflect the final purchase price.

RESULTS

Authorization of the Budget Adjustment in the amount of \$12,800 and appropriation transfer by 4/5th's vote will allow General Services to proceed with the purchase of up to eight (8) tax-defaulted parcels located in the uneconomic subdivisions on the hillsides above Cayucos, pursuant to the County Tax Deeded Property Acquisition Policy of 1988. The property will be held in public trust. This action contributes to the Community wide Result of a Well-Governed Community.

ATTACHMENTS

1. Vicinity Map-Exhibit A